## O'Donnell Defends Cut-Rate Plan As Means of Stimulating Trade

Local Druggist Explains, However, That He Respects Wishes of Manufacturers Opposing Idea If They Deal in an "Absolutely Square" Manner.

"To readers who know anything of his business in Washington, it may come as something of a surprise to find James O'Donnell taking issue with the business methods of the days (heaves) heaves the

and he has made no promises to He has never made a cut on Col-simply because he has absolute nfidence that he is getting as favor-

bble terms as anybody else.

"It is not that I object to quantity liscounts," said Mr. O'Donnell; on the contrary, I believe in them. Nor do I are a rap at what figure a manufacturer places the order limit to entitle the pur-haser to the best quantity discount. If cannot make a large enough purchase o entitle me to such discount I will never omplain, but what I do object to is the nanufacturer secretly or openly making oncessions to chains of stores. I am dong today, in my principal store, a larger business than is transacted by any other store in the United States handling a straight line of drugstore goods. I beleve there are certain stores that show a larger turnover, but they handle glass-ware, crockery and other goods not en-titled to place in a drug stock.

### Pays Bills in Ten Days.

"Similarly, I pay all bills within ten days, which fact as well as volume of purchases entitles me, I believe, to the most favorable terms and yet I know that it is or has been the custom of the proprietors of certain chains of stores to demand from manufacturers all sorts of credit concessions, such as long time.

manufacturers to lower the limit of

the Jobber himself will. Any jobber will today divide profits with me. If he gets

HAIR FALL



Will prevent it in most cases by removing dandruff, itching and irritation, the usual cause of dry, thin and falling hair. Nothing better.

Samples Free by Mail

Editorial Note-Some time since, it will be retembered, Mr. O'Donnell won the decision in the
anatogen case before the United States Supreme
bourt. He is fighting other firms in court now,
its frank statement in the following article will at
suit serve to show manufacturers the calibre of the
position to price-maintenance legislation.]

The readers who know anything of

### Opinion About Jobbers.

"By the way, what do you think of the future of the jobber?" "The jobber," replied Mr. O'Donnell,

o'Donnell taking issue with the business methods of the drug 'chains,' because the popular impression is that Mr. O'Donnell, according to a writer in Printers' ink.

"As a matter of fact he has his own chain of three large retail drug stores in the national capital, and it might between de chain within a chain since the O'Donnell establishments are "Rexall stores," and have a certain affiliation with United Drug interests.

"Yet, Mr. O'Donnell is not a believer in the big chain; says that he would be just as well satisfied if he had one store instead of three; and persists in declaring that his viewpoint is that of the large independent retailer. All of which, no less than his price-cutting propensities, may render of interest to advertisers in general the viewpoint and policies of this militant price-cutter who is now at daggers' points in the courts with the Beech Nut company and the makers of Big Ben clocks, even as he has been embroiled in the past with the Gillette rezor people and a number of others.

Not Looking for a "Fight."

The jobber, replied Mr., O'Donnell, portion there will be room henecorth to row wery large operators and the very small About the very large operators and the very small pobbers; he mail obber, she mail retailers, notably the own of which the heart of the large retail of the modest establishments of the Greeks and overtisers in general the viewpoint and the large retail of the would overcome his high 'overhead.' In declaring that his viewpoint is that of the large retailer in the large operators and the very small About the operations of the freeks and persists in the declaring that his viewpoint is that of the large retail of the would overcome his high 'overhead.' In declaring that his viewpoint and vertisers in general the viewpoint and the large retailer has been established elevely with the manufacturer of the large operators and the very small About the operation of the main store. In the mount of the main store with the would overcome his high 'overhead.' In the would overc but for all that he claims that they have store about a block from the principal never asked him to maintain their fixed or Donnell store and started off by slash-prices, and he has made no promises to do so. He has never made a cut on Col-Quietly, Mr. O'Donnell went to the Riker Hegeman manager and said, 'If you start a price-cutting campaign, I will not merely meet it, I'll beat it'—and they have lived happily ever since.

### Putting Off Evil Day.

"Getting back, in his discussion for Printers' Ink, to the subject of the job-bers, Mr. O'Donnell touched upon the propensity of many jobbers to seek salvation in private brands. They are merely putting off the evil day, was the druggist's comment, because the average ber will not take a private brand seriously enough to protect it the way a bona-fide manufacturer will. Pursuit of this subject brought out the fact that O'Donnell, for all that he has rather exceptional opportunities, shows no dispo-sition to plunge on private brands. He has two or three—one of which he claims pays him \$10,000 a year—but he shows no disposition to increase the number. Plainly the nationally advertised article is meat and drink to him and he uses the private brand only as a club for the obdurate manufacturer, as, for example, when there was a falling out over terms on Wyeth's 'Sage and Sulphur' and O'Donnell put in his own 'Sago Sage.'

on Wyern's

O'Donnell put in his own 'Sago Sage.'

'This brings us, in natural sequence, to
the attitude of this well-known pricecutter with respect to advertised and
price-fixed goods. Ten minutes' conversation with O'Donnell will, I think, demconstrate that this druggist is by no recently a marked tendency on the part of manufacturers to lower the limit of manufacturers to lower the limit of requirements for quantity discounts. To day, there is scarcely a firm in our line that requires a purchase of more than a five-gross lot to entitle the purchaser to the best discount, and many concerns have placed the limit at one gross. To show the trend, I may mention that with the opening of 1915 the requirement on Listerine purchases was lowered from Note to 360.

"Any reader with half an eye can see where the O'Donnell argument leads,—to the placing of the big retailer on the same plane as the jobber in the eyes of the manufacturer." I sell more goods than any wholesaler in my territory, says this Washington druggist, why should I not have as favorable prices from the manufacturer? "Manufacturers are coming to it rapidly. Indeed, for all the denials and protestations that are made on the subject I know of only two firms in the United States at will not make as favorable terms to like the concession to the large retailer as they will not make as favorable terms to the large retailer as they will to any jobber. If the manufacturer will not make as favorable terms to he large retailer as they will to any jobber himself will. Any jobber will

something "equally as good."
"I know, too, that itels the claim of
some supporters of the Stevens bill that
the cut-rate merchant makes up for his narrow profits on trade-marked articles by selling inferior staples or unbranded articles at a higher price. That may be true of the chain stores, but it has certainly never been my policy. Take witch hazel, for example. I sell a barrel of witch hazel per week in my principal store and I sell it at a cut price of 15

been in business have we dispensed anything but the best grade of witch hazel—the product of Dickinson or the Pond's Extract people.

"'Another fallacy which I would like that the cut-rate druggist.

"Senator Smith's Car Smashed. to puncture is that the cut-rate druggist, can be counted upon to drop an adver-tised article the minute that he has ex-tracted from it all its advertising value kind has been done in my stores. Some few articles we have had to cut out for one reason or another, but I am today

Senator Smith's car was smashed. The

"While I firmly believe in the cut rice because I believe it stimulates de-

the consumption of that article in this territory dropped 80 per cent.

"Yet more convincing is the experience we are having just now with Weight only the well-known advertised brands—at two packages for 5 cents. A few weeks ago Mr. Wrigiey came down here and asked me to raise the price on his gum. He did not object, apparently, contended amount of cutting, but he contended a substitution of cutting, but he contended the contended and the substitution or to influence cuts make that advance over long-established cutserm. At the rame time we continued our two-for-5-cents price on other gums, although absolutely no effort has been made at substitution or to influence cuts has been made at substitution or to influence cuts. Equipped with two modern languages besides his own, learned in the following words; and the substitution or to influence cuts. Equipped with two modern languages belief that he work of the matter—this druggist's belief that he were selling a case of Wrisley's in substitution or to influence cuts. Purpout and the substitution or to influence cuts. Purpout and the substitution or to influence cuts, and the substitution or to influence cuts. Purpout and the substitution or to influence cuts. Purpout and the substitution or to influence cuts. Purpout and the substitution of the matter—this druggist's belief that the work of the matter—this druggist's belief that the average manufacturers with a subs

about price-cutting, so long as they get the business. While I have never adver-tised the fact, I have always sold Cuticura Soap at 18 cents, and I have never had any complaint from the makers. I do not believe the average manufacturer harbors any resentment against the re-tailer who cuts prices. I have had no

that order, but likewise the unpaid re-bate for the earlier order. Sometimes we come precious near going into court over the question, but more often the manufacturer accepts the situation, as did the Freeman Perfume Company, of Cincinnati, which concern wrote me on December 22, 1915, after a year of dispute: 'Our legal friends teil us that you are in the right. We are not looking for any trouble and want to do what is right. We also know that you have a place for a large output of our powder, which, of course, we want to sell.' I am getting my rebates on Cascarets and other a question.'

"To me the most noticeable things in the Naval Academy were discipline, hard work, regularity and good health. It is also true that these are among the most powerfully conductive to morality. "The education at Annapolis is of a very high class. It is theoretically equal and practically far superior to that which may be acquired at the majority of our best universities. This may be truthfully said in addition to the fact that it is not said in addition to the fact that it is not

many manufacturers insert O'Donnell's name to the exclusion of those of all other retailers in his district. 'If I were a manufacturer I would not put in anybody's name,' was his comment. "Advertisers may be interested in one

Views on Price Cutting.

Wiews on Price Cutting.

"Frankly, Mr. O'Donnell, how do you regard price-cutting in its effect upon the manufacturer and his nationally advertises to do business, and one wholesale house with which I am familiar, and which I expect will go into bankruptey within the next month, has, for a long time past expended fourteen per cent in doing business.

"Why does the jobber willingly split why does the jobber willingly split the street in any of my stores. When a customer in many chain stores where it was once the situation. I found that on days the many chain stores where it was once the situation. I found that on days when we do our heaviest advertising for a mark it in stock, we tell him so and make no effort to induce him to take something "equally as good."

"I know, too, that it is the Cutting.

"Frankly, Mr. O'Donnell, how do you regard price-cutting in its effect upon the manufacturer and his nationally advertisers may be interested in one "Advertisers may be interested in one which Mr. O'Donnell recently made. In addition to his regular chain he owns a drug store located directly and it is extra establishment, which he bought in at receiver's sale, not being the bought in at receiver's sale, not being the substitution heave been abandoned in the substitution have been abandoned in many chain stores where it was once the situation. I found that on days when we do our heaviest advertising (Mondays and Thursdays) and when our receipts at the main store are running across the street I was able to sense the situation. I found that on days when we do our heaviest advertising (Mondays and Thursdays) and when our receipts at the main store are running across the street, instead of remaining across the street, instead of remaining across the street is was not the substitution of the store where it was once the situation. I found that on days when we do our heaviest advertising (Mondays and Thursdays) and when our receipts across the street from the view price is a threat was not the substi

### Turkey Heeds U. S. Protest

Repeated protests by United States representatives finally have brought end to the deportation of Armenians from Turkey. Hoffman Philip, American charge d'affaires at Constantinople in the absence of Ambassador Morgenthau, notifled the State Department yesterday that he had been informed by the Turk-ish minister of foreign affairs that no more Armenians would be deported. The store and I sell it at a cut price of 15 that he had been informed by the Turk-cents per pint, as compared with 25 cents ish minister of foreign affairs that no charged in most drug stores (including more Armenians would be deported. The the chain stores), but never since I have been in business have we dispensed Catholic and Protestant Armenians who

### An automobile owned by Senator Hoke

Smith and operated by Ramsfield Charles was in a collision at Sixteenth and K Senator Smith's car was smashed. The half-past three to twenty-nive minutes selling quantities of various articles that it advertised at a cut price the day I went into business.

Chis Stimulate Demand

### Gloom Dispellers Entertain.

therein as stating that the navy should be immeasurably stronger than any other navy in the world, inasmuch as this country would have so long a coast line to defend against any allen

While admitting that the chief oc tailer who cuts prices. I have had no dealings with the Sanatogen people since the decision in the Supreme Court, but the decision in the Supreme Court, but that "a country may be absolutely and him in court, and the Durham-Duplex concern sell me goods just as if I never collected \$10,000 damages from them."

shim in court, and the Durham-Duplex concern sell me goods just as if I never collected \$10,000 damages from them.

\*\*Calls Contracts Hiegal.\*\*

"Knowing that he holds to this cynical belief regarding the real attitude of the average manufacturer with respect to price-cutting, it is a little easier to under stand the buying policy pursued by Druggist O'Donnell and which must prove a mystery to many a manufacturer who encounters it for the first time. This policy is summed up in the bland declaration of the price-cutter. 'I will, when ordering goods, 'sign any contract that is presented to me dealing with price-fixing. My belief is that all such contracts are illegal. If a manufacturer wishes me to sign such a contract, as many a one does, merely to save his face with other customers, and—with no intention of attempting to enforce such a contract I stand ready to carry the case into court of take it before the Federal Trade Commission, as I have recently done with respect to the demands of the marketers of Pluto Water and Laxative Bromo Quinine. My customary procedure when a manufacturer refuses to pay a rebate because of price-cutting is to simply place another order for the same goods and the most desirable dountry in the world distinct of hostile nations."

His article goes on to bay:

"The richest and the most desirable country in the world flas far the largest coast line, manifestly indefensible country in the world flas far the largest coast line, manifestly indefensible country in the world flas far the largest coast line, manifestly indefensible country in the world flas far the largest coast line, manifestly indefensible country in the world flas far the largest coast line, manifestly undefensible country in the world flas far the largest coast line, manifestly upon having a complement and an ample reserve of highly educated officers and naval experts who who could quickly and thoroughly train and teach the event of war could guide and thoroughly train and teach the mormoughly train and teach the world

We also do not not sell. I am get for a large output of our power, of course, we want to sell. I am get ing my rebates on Cascarets and other products without any question. That price-cutting has paid in the case of O'Donnell must be admitted. His newest store, which he purchased at newest store. The products without any question. The students at the Naval Academy of the students at the Naval Academy are known as midshipmen. They receive the course of the students at the Naval Academy of th

mum weight at sixteen years is 111 pounds, with an increase of three pounds for each additional year or fraction of a year over one-half. Examinations are held twice a year-in February and April -in one or more cities in every State of the Union. All candidates must be un-married, and any midshipman who shall marry, or who shall be found to be mar-ried, before his final graduation shall be dismissed from the service.

### Strict Examinations.

"Both the mental and physical examinaions for admittance are very strict, reody and constitution, good natural cap acity, an aptitude for study, suitable preparation in the fundamental branches, industrious habits, perseverance and an obedient and orderly disposition.

"A sound body means that the candi-

date must have a good, strong constitu-tion, reasonable degree of development, good general health, have no cachexia, anemia or infection, have no deformity, epilepsy or impaired sense. Chronic nasal catarrh, fits, impediment of speech, heart disease, hernia, bad teeth or color blind-ness are sufficient to cause the rejection

of the candidate. of the candidate.

"As soon as a midshipman has been appointed he is put on a pay of \$600 a year and his keep. On admission each midshipman must deposit \$231.84 for clothing and other articles and \$60 deposit for

"During the eight months of academic work the 'plebes' or fourth-year class have but one afternoon a month for their own recreation, and one special holiday a year. The third-year classmen have two afternoons a month. The second-year classmen have Saturdays afternoons from one to twenty-five minutes past six The first-year classmen have from quarter past five to twenty-five minutes past six p. m. each day, Wednesday from half-past three to twenty-five minutes

Naval Academy participate in some kind of athletics. An enormous number of teams are constantly at work. Competi-"While I firmly believe in the cut price because I believe it stimulates demand, I favor only a moderate cut. I recognize that too much of a cut will kill an article. How do I know that cut prices not only increase sales in my store but stimulate demand generally? I know it by such experiences as we had with Old Dutch Cleanser. We formerly sold a carload of Old Dutch Cleanser per week, and when, owing to the objection to price-cutting, we ceased pushing it, of eight feet and be capable life-

"The swimming pool is kept absolutely sanitary. It is filtered through sand and gravel after having been treated with alum and caustic sods, and a solution of chlorinated lime. That is what they call the 'swamp method' of purifying water for drink-ling nursees."

W. M. Swett of the senior class of the Dental College, who recently under went an operation at the University Hospital, has returned to college.

Miss Bertha Rodgers, of Teachers College. ing purposes, it being sufficient for practical purposes to place a small quantity of chlorinated lime in a gallon of swamp water, which is poured off and drunk with impugnity after College, has withdrawn to accept a positantic content of the college. standing an hour or more to settle.

"Rowing is a popular sport in An-napolis. They row in eights, fours, doubles and singles, and everybody rows in fourteen-oared cutters. "Sailing drills are also given.
"Rifle shooting is required of every student six hours a week."

Boxing is allowed in intercompany competition but not outside, and all stu-dents get a certain amount of instruction in the misnamed 'manly art.' "Dr. R. G. Heiner, who is in charge of the sanitation and medical care of the institution, lectures to all the students from the beginning on the fundamental principles of health and sanitation, the evil effects of tobacco, alcohol and venereal disease. The students are allowed to smoke in Smoke Hall at certain hours but not in Bancroft Hall, the beautiful and capacious dormitory 630 feet long and 350 feet wide, which cost \$3,550,000, and where the students all live the simple and wholesome life of midshipmen.

"The wrestling mats, in the fine, large gymnasium, which is the scene of the delightful Academy 'hops,' are disin-fected at frequent intervals with a mixture of formaldehyde in alcohol "All the students are carefully meas-

ured upon admission according to the Kellogg system and examined by official Kellogg system and examined by omedia:

Sigma Kappa members at the Home Club physicians frequently throughout the at a shower for Miss Sylvia Hazlett. Miss because the middy is the state of the state "In swimming every midshipman must qualify, and the requirements in-crease each year in school. The fourth year men are required to swim five minutes in each of three strokes. The urged to go in for special exercises and overcome the deficiency. If short in five he is required to do so. If short in many Zeta Chap third year men must swim eighty yards in each of three strokes and more than five he is compelled to resign. Postural defects receive special attendive well. The second year men must being prescribed in each individual case strokes and dive well. The first year by the gymnasium director in consultadive well. The second year men must iton, the exercises to overcome which swim 110 yards in 6m., know three strokes and dive well. The first year being prescribed in each individual case being prescrib

# G. W. U. NOTES.

Miss Bertha Rodgers, of Teachers Col-College, has withdrawn to accept a posi-tion in the schools of Newark, N. J. She expects to return to complete he-course at the Summer School, which

opens the latter part of June, The Pre-Medical Class will give a dance about the middle of this month.

Miss Julia H. Strobel, vice-president of the Pre-Medical Class, has left the university. A. T. Schwartz has been elected her successor. Dr. Willard S. Small, member of the faculty of the Teachers College, will teach at the Johns Hopkins University

Summer School during the coming sup

former Minister to Spain, is giving course of lectures on diplomacy in the department of political science. The lec-tures will continue through March.
Resa M. Norris, of the Law School recently attended the conventon of the Southern Division of Delta Tau Delta

Fraternity at Atlanta, Ga.

"Bob" LaFollette, a Beta Theta Phat Wisconsin, entertained the Delta ages lance at his home recently, Sigma Phi Epsilon recently was visited by Mr. Martin, of the Eta Chapter, Uni-versity of Virginia. Zeta Chapter of Sigma Kappa has in-itiated Alma Barker, Rachael Benfer

Annie Cardwell. Florence Ford, Ruth Phillips, and Esthe Urickson.

Mrk. Ella Enlows recently entertaine

ian Brooks.

Zeta Chapter of Sigma Kappa enter-tained recently at a tea dance in the assembly hall of the arts and sciences building in honor of Mrs. Eula Grove



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Bring a Columbia Grafonola into your home, and invite all the Columbia artists to the "wake." You'll have the time of your life-and not for one evening will you have this pleasure, but every evening if you so desire, and you won't have to stir but a few feet from your favorite easy chair. We're ready to assist you, NOW.

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Music-more than any other factor-helps to make home a happy center of family life. Children who are encouraged to sing and play and dance at home will have greater possibilities for enjoyment all through life. This makes a Columbia Grafonola an ideal instrument for every home-

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Ten Days FREE Trial, Without Any First Payment



Free Edison Diamond Disc Recital, Tuesday 3:30 to 4:30

By special request we will hold another Edison Recital Tuesday afternoon, March 7th, from 3:30 to 4:30, and will again feature Miss Marie Sweeny, the talented Washington violinist, who captivated our large audience of last week. No Charge For Seats. The New Talking Machine Shop, 2nd Floor Annex.

Seventh Street Near F